

**PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA  
COMMISSION DIRECTIVE**

ADMINISTRATIVE MATTER

☐

DATE

May 22, 2019

MOTOR CARRIER MATTER

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DOCKET NO.

2019-150-E

UTILITIES MATTER

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ORDER NO.

2019-374

**THIS DIRECTIVE SHALL SERVE AS THE COMMISSION'S ORDER ON THIS ISSUE.**

**SUBJECT:**

Docket No. 2019-150-E - Application of South Carolina Generating Company, Incorporated for Authority to Refinance Debt and Enter Into a Note Agreement - Staff Presents for Commission Consideration South Carolina Generating Company, Incorporated's Application for Refinancing and Enter into Note Agreement.

**COMMISSION ADVISED**

The South Carolina Generating Company, Inc. ("GENCO") is seeking to refinance a portion of existing debt and to return a \$20 million equity advance from SCANA Corporation via an inter-company loan with Dominion Energy, Inc. The terms of this Note include a maximum principal amount of not more than \$230 million and a fixed market interest rate not expected to exceed 4.5 percent. Planned issuance date is June 1, 2019 with a maturity of not later than June 1, 2024.

In addition to refinancing existing short-term debts maturing on June 1 of this year, the approval of this Application would benefit ratepayers by realigning GENCO with a more favorable capital structure, which consisted of 29.71 percent debt and 70.29 percent equity as of December 31, 2018. Refinancing the Company's existing debt at a reasonable interest rate and reducing the equity ratio by returning the equity advance will increase the debt ratio, thereby lowering the cost of capital.

I note that the Office of Regulatory Staff recommends approval of this refinance.

Given the information presented by GENCO and the Office of Regulatory Staff's recommendation, I move that we approve the Application.

PRESIDING: RandallSESSION: RegularTIME: 2:00 p.m.

	MOTION	YES	NO	OTHER
BELSER	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
ERVIN	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
HAMILTON	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
HOWARD	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
RANDALL	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
WHITFIELD	<input checked="" type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	

WILLIAMS

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(SEAL)

RECORDED BY: J. Schmieding

